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IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF UTAH	
KTS HOLDINGS LLC d/b/a SOAR TRANSPORTATION GROUP,	Case No. 2:20-CV-00125-CW
Plaintiff,	NOTICE OF REMOVAL
v. THE HANOVER INSURANCE COMPANY,	Judge Clark Waddoups
Defendant.	

PLEASE TAKE NOTICE THAT Defendant The Hanover Insurance Company ("Hanover"), pursuant to 28 U.S.C. §§ 1332, 1441(a), and 1446, hereby removes this action from the Third Judicial District Court of Salt Lake County, Utah (the "State Court"), where it was known as Case No. 200900902, to this Court and as grounds for removal states:

### NATURE OF REMOVED ACTION

- 1. Plaintiff KTS Holdings LLC d/b/a Soar Transportation Group ("Soar") commenced this action by filing its Complaint against Hanover on February 3, 2020 in the State Court.
- 2. Count I of Soar's Complaint seeks a declaratory judgment that Hanover is obligated under the crime coverage part of an insurance policy it issued to Soar (the "Policy") to indemnify Soar for \$814,799.81 purportedly taken from Soar by its former controller (the "Loss") as well as more than \$181,713.44 in certain expenses purportedly incurred in connection with Soar's investigation of the Loss (the "Expenses").
- 3. Count II of Soar's Complaint seeks damages for Hanover's alleged breach of its purported obligation to timely indemnify Soar for the Loss and Expenses under the Policy.
- 4. Count III of Soar's Complaint seeks damages for Hanover's purported breach of an implied covenant of good faith and fair dealing with respect to Hanover's declination of coverage for the Loss and Expenses under the Policy.

### PAPERS FROM THE STATE COURT

- 5. Copies of the summons and Soar's Complaint that were served on Hanover on February 4, 2020 are attached as Exhibit A.
  - 6. Hanover has not been served with other process, pleadings, or orders in this action.

#### TIMELY REMOVAL

- 7. Hanover first received notice of the Complaint, which is the initial pleading setting forth the claim for relief upon which this action is based, no earlier than February 3, 2020.
  - 8. Hanover filed this Notice of Removal less than thirty days from February 3, 2020.
  - 9. Therefore, Hanover's Notice of Removal is timely.

## **COMPLETE DIVERSITY OF CITIZENSHIP**

- 10. Plaintiff Soar is a Delaware limited liability company. (Ex. A at 1.)
- 11. Soar has two members: (1) Simon Holding, Inc. and (2) William A. Crider, III.
- 12. Simon Holding, Inc. is a Utah corporation with its principal place of business in Utah, and therefore is a citizen of Utah.
  - 13. William A. Crider, III is a resident of Georgia, and therefore is a citizen of Georgia.
- 14. As the members of Soar are citizens of Utah and Georgia, Soar is a citizen of Utah and Georgia.
- 15. Defendant Hanover is a New Hampshire corporation with its principal place of business in Massachusetts, and therefore is a citizen of New Hampshire and Massachusetts.
  - 16. No member of Soar is a citizen of New Hampshire or Massachusetts.
  - 17. Hanover is not a citizen of Utah or Georgia.
  - 18. Therefore, no Plaintiff is a citizen of a State of which any Defendant is a citizen.

### AMOUNT IN CONTROVERSY EXCEEDS \$75,000

- 19. Soar seeks to recover damages from Hanover for the purported Loss and Expenses totaling \$996,513.25, plus additional amounts. (Ex. A at 5, 8-10.)
  - 20. Therefore, the amount in controversy exceeds \$75,000.

### FILING OF REMOVAL PAPERS

21. In accordance with 28 U.S.C. § 1446(d), Hanover will promptly file a copy of this Notice of Removal with the Clerk of State Court and give written notice to all adverse parties.

Dated: February 24, 2020

Respectfully submitted by:

### THE HANOVER INSURANCE COMPANY

/s/Rebecca L. Hill

One of Its Attorneys

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Counsel for The Hanover Insurance Company

# **CERTIFICATE OF SERVICE**

I hereby certify that on this 24th day of February 2020, I caused to be filed via CM/ECF a true and correct copy of the foregoing **NOTICE OF REMOVAL** which sent notification of such filing to the following:

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/s/ Michelle D. Donohoo, Legal Secretary